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88TH CONGRESS
1ST SESSION

H. R. 7179

[Report No. 502]

IN THE SENATE OF THE UNITED STATES

JUNE 27, 1963

Read twice and referred to the Committee on Appropriations

SEPTEMBER 17, 1963

Reported by Mr. RUSSELL, with amendments

[Omit the part struck through and insert the part printed in italic]

AN ACT

Making appropriations for the Department of Defense for the fiscal year ending June 30, 1964, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*
3 That the following sums are appropriated, out of any money
4 in the Treasury not otherwise appropriated, for the fiscal
5 year ending June 30, 1964, for military functions admin-
6 istered by the Department of Defense, and for other purposes,
7 namely:

II

1

TITLE I

2

MILITARY PERSONNEL

3

MILITARY PERSONNEL, ARMY

4

For pay, allowances, individual clothing, subsistence,
interest on deposits, gratuities, permanent change of station
travel (including all expenses thereof for organizational
movements), expenses of temporary duty travel between
permanent duty stations, for members of the Army on active
duty (except those undergoing reserve training); \$3,785,-
000,000, and, in addition ~~\$125,000,000~~ \$100,000,000
which shall be derived by transfer from the Army stock fund
and the Defense stock fund, and ~~\$65,000,000~~ \$50,000,000
which shall be derived by transfer from the Army industrial
fund.

15

MILITARY PERSONNEL, NAVY

16

For pay, allowances, individual clothing, subsistence,
interest on deposits, gratuities, permanent change of station
travel (including all expenses thereof for organizational move-
ments), expenses of temporary duty travel between per-
manent duty stations, for members of the Navy on active
duty (except those undergoing reserve training), midship-
men and aviation cadets; \$2,614,000,000, and, in addition
~~\$37,000,000~~ \$30,000,000 which shall be derived by transfer

1 from the Navy stock fund and the Defense stock fund, and
2 ~~\$110,000,000~~ \$90,000,000 which shall be derived by trans-
3 fer from the Navy industrial fund.

4 MILITARY PERSONNEL, MARINE CORPS

5 For pay, allowances, individual clothing, subsistence,
6 interest on deposits, gratuities, permanent change of station
7 travel (including all expenses thereof for organizational
8 movements), expenses of temporary duty travel between
9 permanent duty stations, for members of the Marine Corps
10 on active duty (except those undergoing reserve training) ;
11 \$678,600,000.

12 MILITARY PERSONNEL, AIR FORCE

13 For pay, allowances, individual clothing, subsistence,
14 interest on deposits, gratuities, permanent change of station
15 travel (including all expenses thereof for organizational
16 movements), expenses of temporary duty travel between
17 permanent duty stations, for members of the Air Force on
18 active duty (except those undergoing reserve training),
19 cadets and aviation cadets; \$3,943,000,000, and, in addition
20 ~~\$175,000,000~~ \$20,000,000 which shall be derived by trans-
21 fer from the Air Force stock fund and the Defense stock
22 fund, and ~~\$35,000,000~~ \$10,000,000 which shall be derived
23 by transfer from the Air Force industrial fund.

1 RESERVE PERSONNEL, ARMY

2 For pay, allowances, clothing, subsistence, gratuities,
3 travel, and related expenses for personnel of the Army Re-
4 serve on active duty while undergoing reserve training, or
5 while performing drills or equivalent duty, and for mem-
6 bers of the Reserve Officers' Training Corps, as authorized
7 by law; \$210,100,000: *Provided*, That the Army Reserve
8 will be programed to ~~maintain an average~~ *attain an end*
9 strength of three hundred thousand for fiscal year 1964.

10 RESERVE PERSONNEL, NAVY

11 For pay, allowances, clothing, subsistence, gratuities,
12 travel, and related expenses for personnel of the Naval
13 Reserve on active duty while undergoing reserve training,
14 or while performing drills or equivalent duty, regular and
15 contract enrollees in the Naval Reserve Officers' Training
16 Corps, and retainer pay, as authorized by law; \$92,300,000.

17 RESERVE PERSONNEL, MARINE CORPS

18 For pay, allowances, clothing, subsistence, gratuities,
19 travel, and related expenses for personnel of the Marine
20 Corps Reserve and the Marine Corps platoon leaders class
21 on active duty while undergoing reserve training, or while
22 performing drills or equivalent duty, as authorized by law:
23 \$28,500,000.

5

1 RESERVE PERSONNEL, AIR FORCE

2 For pay, allowances, clothing, subsistence, gratuities.
3 travel, and related expenses for personnel of the Air Force Re-
4 serve on active duty while undergoing reserve training or while
5 performing drills or equivalent duty, and for members of the
6 Air Reserve Officers' Training Corps, as authorized by law;
7 \$55,100,000.

8 NATIONAL GUARD PERSONNEL, ARMY

9 For pay, allowances, clothing, subsistence, gratuities,
10 travel, and related expenses for personnel of the Army
11 National Guard while on duty under section 265 of title 10,
12 United States Code, or while undergoing training or while
13 performing drills or equivalent duty, as authorized by law;
14 ~~\$240,300,000~~ \$242,800,000: *Provided*, That obligations
15 may be incurred under this appropriation without regard
16 to section 107 of title 32, United States Code: *Provided*
17 *further*, That the Army National Guard will be programmed
18 to ~~maintain an average~~ *attain an end* strength of four hundred
19 thousand in fiscal year 1964.

20 NATIONAL GUARD PERSONNEL, AIR FORCE

21 For pay, allowances, clothing, subsistence, gratuities,
22 travel, and related expenses for personnel of the Air Na-
23 tional Guard on duty under sections 265, 8033, and 8496

1 of title 10, United States Code, or while undergoing train-
2 ing or while performing drills or equivalent duty, as author-
3 ized by law; \$58,300,000: *Provided*, That obligations may
4 be incurred under this appropriation without regard to
5 section 107 of title 32, United States Code.

6 RETIRED PAY, DEFENSE

7 For retired pay and retirement pay, as authorized by
8 law, of military personnel on the retired lists of the Army,
9 Navy, Marine Corps, and the Air Force, including the re-
10 serve components thereof, retainer pay for personnel of the
11 inactive Fleet Reserve, and payments under Chapter
12 73 of Title 10, United States Code; \$1,143,000,000.

13 TITLE II

14 OPERATION AND MAINTENANCE

15 OPERATION AND MAINTENANCE, ARMY

16 For expenses, not otherwise provided for, necessary for
17 the operation and maintenance of the Army, including
18 administration; medical and dental care of personnel entitled
19 thereto by law or regulation (including charges of private
20 facilities for care of military personnel on duty or leave,
21 except elective private treatment), and other measures
22 necessary to protect the health of the Army; care of the
23 dead; chaplains' activities; awards and medals; welfare and
24 recreation; recruiting expenses; transportation services; com-
25 munications services; maps and similar data for military

1 purposes; military surveys and engineering planning; con-
2 tracts for maintenance of reserve tools and facilities for twelve
3 months beginning at any time during the current fiscal year;
4 repair of facilities; hire of passenger motor vehicles; tuition
5 and fees incident to training of military personnel at civilian
6 institutions; field exercises and maneuvers, including pay-
7 ments in advance for rentals or options to rent land; expenses
8 for the Reserve Officers' Training Corps and other units at
9 educational institutions, as authorized by law; not to exceed
10 \$4,193,000 for emergencies and extraordinary expenses, to
11 be expended on the approval or authority of the Secretary of
12 the Army, and payments may be made on his certificate of
13 necessity for confidential military purposes, and his determi-
14 nation shall be final and conclusive upon the accounting
15 officers of the Government; ~~\$3,361,000,000~~ \$3,375,643,000
16 of which not less than \$239,000,000 shall be available only
17 for the maintenance of real property facilities.

18 OPERATION AND MAINTENANCE, NAVY

19 For expenses, not otherwise provided for, necessary for
20 the operation and maintenance of the Navy and the Marine
21 Corps, including aircraft and vessels; modification of aircraft,
22 missiles, missile systems, and other ordnance; design and
23 alteration of vessels; training and education of members of
24 the Navy; administration; procurement of military person-
25 nel; hire of passenger motor vehicles; welfare and recrea-

tion; medals, awards, emblems, and other insignia; transportation of things (including transportation of household effects of civilian employees); industrial mobilization; medical and dental care; care of the dead; lease of facilities; charter and hire of vessels; relief of vessels in distress; maritime salvage services; military communications facilities on merchant vessels; dissemination of scientific information; administration of patents, trademarks, and copyrights; annuity premiums and retirement benefits for civilian members of teaching services; tuition, allowances, and fees incident to training of military personnel at civilian institutions; repair of facilities; departmental salaries; conduct of schoolrooms, service clubs, chapels, and other instructional, entertainment, and welfare expenses for the enlisted men; procurement of services, special clothing, supplies, and equipment; installation of equipment in public or private plants; exploration, prospecting, conservation, development, use, and operation of the naval petroleum and oil shale reserves, as authorized by law; and not to exceed ~~\$7,400,000~~ \$7,800,000 for emergency and extraordinary expenses, as authorized by section 7202 of title 10, United States Code, to be expended on the approval and authority of the Secretary and his determination shall be final and conclusive upon the accounting officers of the Government; ~~\$2,905,000,000~~ \$2,919,200,000, of which not

1 less than \$134,500,000 shall be available only for the main-
2 tenance of real property facilities.

3 OPERATION AND MAINTENANCE, MARINE CORPS

4 For expenses, necessary for the operation and mainte-
5 nance of the Marine Corps including equipment and facili-
6 ties; procurement of military personnel; training and
7 education of regular and reserve personnel, including tuition
8 and other costs incurred at civilian schools; welfare and
9 recreation; conduct of schoolrooms, service clubs, chapels,
10 and other instructional, entertainment, and welfare expenses
11 for the enlisted men; procurement and manufacture of mili-
12 tary supplies, equipment, and clothing; hire of passenger
13 motor vehicles; transportation of things; medals, awards,
14 emblems and other insignia; operation of station hospitals,
15 dispensaries and dental clinics; and departmental salaries;
16 ~~\$191,000,000~~ \$191,650,000, of which not less than \$18,-
17 700,000 shall be available only for the maintenance of real
18 property facilities.

19 OPERATION AND MAINTENANCE, AIR FORCE

20 For expenses, not otherwise provided for, necessary for
21 the operation, maintenance, and administration of the Air
22 Force, including the Air Force Reserve and the Air Reserve
23 Officers' Training Corps; operation, maintenance, and modifi-

1 cation of aircraft and missiles; transportation of things, repair
2 and maintenance of facilities; field printing plants; hire of
3 passenger motor vehicles; recruiting advertising expenses;
4 training and instruction of military personnel of the Air
5 Force, including tuition and related expenses; pay, allow-
6 ances, and travel expenses of contract surgeons; rental of
7 land or purchase of options to rent land without reference to
8 section 3648, Revised Statutes, as amended, use or repair of
9 private property and other necessary expenses of combat
10 maneuvers; care of the dead; chaplain and other welfare and
11 morale supplies and equipment; conduct of schoolrooms,
12 service clubs, chapels, and other instructional, entertainment,
13 and welfare expenses for enlisted men and patients not
14 otherwise provided for; awards and decorations; industrial
15 mobilization, including maintenance of reserve plants and
16 equipment and procurement planning; special services by
17 contract or otherwise; and not to exceed \$3,650,000
18 for emergencies and extraordinary expenses, to be ex-
19 pended on the approval or authority of the Secretary of
20 the Air Force, and payments may be made on his certificate
21 of necessity for confidential military purposes, and his deter-
22 mination shall be final and conclusive upon the accounting
23 officers of the Government; ~~\$4,341,000,000~~ \$4,370,000,000,
24 of which not less than \$250,000,000 shall be available only
25 for the maintenance of real property facilities.

1 OPERATION AND MAINTENANCE, DEFENSE AGENCIES

2 For expenses, not otherwise provided for, necessary for
3 the operation and maintenance of activities and agencies
4 of the Department of Defense (other than the military de-
5 partments and the Office of Civil Defense), including ad-
6 ministration; hire of passenger motor vehicles; welfare and
7 recreation; awards and decorations; travel expenses, includ-
8 ing expenses of temporary duty travel of military personnel;
9 transportation of things (including transportation of house-
10 hold effects of civilian employees); industrial mobilization;
11 care of the dead; lease of buildings and facilities; dissemina-
12 tion of scientific information; administration of patents, trade-
13 marks, and copyrights; tuition and fees incident to the train-
14 ing of military personnel at civilian institutions; repair of
15 facilities; departmental salaries; procurement of services,
16 special clothing, supplies, and equipment; field printing
17 plants; information and educational services for the
18 Armed Forces; communications services; not to exceed
19 \$1,375,000 for emergency and extraordinary expenses, to
20 be expended on the approval or authority of the Secretary
21 of Defense for such purposes as he deems appropriate, and
22 his determination thereon shall be final and conclusive upon
23 the accounting officers of the Government; \$446,000,000.
24 of which not less than \$9,270,000 shall be available only for
25 the maintenance of real property facilities.

1. OPERATION AND MAINTENANCE, ARMY NATIONAL GUARD
2. For expenses of training, organizing, and administering
3 the Army National Guard, including maintenance, opera-
4 tion, and repairs to structures and facilities; hire of passenger
5 motor vehicles; personal services in the National Guard
6 Bureau and services of personnel of the National Guard
7 employed as civilians without regard to their military rank,
8 and the number of caretakers authorized to be employed
9 under provisions of law (32 U.S.C. 709) may be such as is
10 deemed necessary by the Secretary of the Army; travel
11 expenses (other than mileage), as authorized by law for
12 Army personnel on active duty, for Army National Guard
13 division, regimental, and battalion commanders while in-
14 specting units in compliance with National Guard regula-
15 tions when specifically authorized by the Chief, National
16 Guard Bureau; supplying and equipping the Army National
17 Guard of the several States, Commonwealth of Puerto Rico,
18 and the District of Columbia, as authorized by law; and ex-
19 penses of repair, modification, maintenance, and issue of sup-
20 plies and equipment (including aircraft); ~~\$176,600,000~~
21 ~~\$180,800,000~~, of which not less than \$1,900,000 shall be
22 available only for the maintenance of real property facilities:
23 *Provided*, That obligations may be incurred under this appro-
24 priation without regard to section 107 of title 32, United
25 States Code.

1 OPERATION AND MAINTENANCE, AIR NATIONAL GUARD

2 For operation and maintenance of the Air National
3 Guard, including medical and hospital treatment and related
4 expenses; maintenance, operation, repair, and other neces-
5 sary expenses of facilities for the training and administration
6 of the Air National Guard, including repair of facilities,
7 maintenance, operation and modification of aircraft; trans-
8 portation of things; hire of passenger motor vehicles; sup-
9 plies, materials, and equipment, as authorized by law for the
10 Air National Guard of the several States, Commonwealth of
11 Puerto Rico, and the District of Columbia; and expenses
12 incident to the maintenance and use of supplies, materials,
13 and equipment, including such as may be furnished from
14 stocks under the control of agencies of the Department of
15 Defense; travel expenses (other than mileage) on the same
16 basis as authorized by law for Air National Guard personnel
17 on active Federal duty, of Air National Guard commanders
18 while inspecting units in compliance with National Guard
19 regulations when specifically authorized by the Chief, Na-
20 tional Guard Bureau; \$222,700,000, of which not less
21 than \$1,700,000 shall be available only for the main-
22 tenance of real property facilities: *Provided*, That the
23 number of caretakers authorized to be employed under the
24 provisions of law (32 U.S.C. 709) may be such as is deemed
25 necessary by the Secretary of the Air Force and such care-

1 takers may be employed without regard to their military
2 rank as members of the Air National Guard: *Provided*
3 *further*, That obligations may be incurred under this appro-
4 priation without regard to section 107 of title 32, United
5 States Code.

6 NATIONAL BOARD FOR THE PROMOTION OF RIFLE
7 PRACTICE, ARMY

8 For the necessary expenses of construction, equipment,
9 and maintenance of rifle ranges, the instruction of citizens
10 in marksmanship, and promotion of rifle practice, in accord-
11 ance with law, including travel of rifle teams, military per-
12 sonnel, and individuals attending regional, national, and
13 international competitions, and not to exceed \$21,000 for
14 incidental expenses of the National Board; \$528,000: *Pro-*
15 *vided*, That travel expenses of civilian members of the
16 National Board shall be paid in accordance with the
17 Standardized Government Travel Regulations, as amended.

18 CLAIMS, DEFENSE

19 For payment of claims (except as provided in appropria-
20 tions for civil functions administered by the Department of
21 the Army) as authorized by law; claims for damages aris-
22 ing under training contracts with carriers; and repayment
23 of amounts determined by the Secretary of the Army, the
24 Secretary of the Navy, or the Secretary of the Air Force, or
25 officers designated by them, to have been erroneously col-

1 lected from military and civilian personnel of the Depart-
2 ments of the Army, Navy, and Air Force or from States,
3 territories, or the District of Columbia, or members of
4 National Guard units thereof; \$19,000,000.

5 CONTINGENCIES, DEFENSE

6 For emergencies and extraordinary expenses arising in
7 the Department of Defense, to be expended on the approval
8 or authority of the Secretary of Defense and such expenses
9 may be accounted for solely on his certificate that the
10 expenditures were necessary for confidential military pur-
11 poses; \$15,000,000: *Provided*, That a report of disburse-
12 ments under this item of appropriation shall be made
13 quarterly to the Appropriations Committees of the Congress.

14 COURT OF MILITARY APPEALS, DEFENSE

15 For salaries and expenses necessary for the Court of
16 Military Appeals; \$509,000.

17 TITLE III

18 PROCUREMENT

19 PROCUREMENT OF EQUIPMENT AND MISSILES, ARMY

20 For expenses necessary for the procurement, manufac-
21 ture, and modification of missiles, armament, ammunition,
22 equipment, vehicles, vessels, and aircraft for the Army and
23 the Reserve Officers' Training Corps; purchase of not
24 to exceed five thousand seven hundred and ninety-
25 four passenger motor vehicles for replacement only

15

1 lected from military and civilian personnel of the Depart-
2 ments of the Army, Navy, and Air Force or from States,
3 territories, or the District of Columbia, or members of
4 National Guard units thereof; \$19,000,000.

5 CONTINGENCIES, DEFENSE

6 For emergencies and extraordinary expenses arising in
7 the Department of Defense, to be expended on the approval
8 or authority of the Secretary of Defense and such expenses
9 may be accounted for solely on his certificate that the
10 expenditures were necessary for confidential military pur-
11 poses; \$15,000,000: *Provided*, That a report of disburse-
12 ments under this item of appropriation shall be made
13 quarterly to the Appropriations Committees of the Congress.

14 COURT OF MILITARY APPEALS, DEFENSE

15 For salaries and expenses necessary for the Court of
16 Military Appeals; \$509,000.

17 TITLE III

18 PROCUREMENT

19 PROCUREMENT OF EQUIPMENT AND MISSILES, ARMY

20 For expenses necessary for the procurement, manufac-
21 ture, and modification of missiles, armament, ammunition,
22 equipment, vehicles, vessels, and aircraft for the Army and
23 the Reserve Officers' Training Corps; purchase of not
24 to exceed five thousand seven hundred and ninety-
25 four passenger motor vehicles for replacement only

16

1 (including three medium sedans at not to exceed
2 \$3,000 each); expenses which in the discretion of
3 the Secretary of the Army are necessary in providing facil-
4 ities for production of equipment and supplies for national
5 defense purposes, including construction, and the furnishing
6 of Government-owned facilities and equipment at privately
7 owned plants; and ammunition for military salutes at insti-
8 tutions to which issue of weapons for salutes is authorized;
9 ~~\$2,958,894,000~~ \$2,962,794,000, to remain available until
10 expended.

11 PROCUREMENT OF AIRCRAFT AND MISSILES, NAVY

12 For construction, procurement, production, modification,
13 and modernization of aircraft, missiles, equipment, including
14 ordnance, spare parts, and accessories therefor; specialized
15 equipment; expansion of public and private plants, including
16 the land necessary therefor, and such lands, and interests
17 therein, may be acquired, and construction prosecuted
18 thereon prior to approval of title by the Attorney General
19 as required by section 355, Revised Statutes, as amended;
20 and procurement and installation of equipment, appliances,
21 and machine tools in public or private plants; ~~\$2,877,445,000~~
22 \$2,928,845,000, to remain available until expended.

23 SHIPBUILDING AND CONVERSION, NAVY

24 For expenses necessary for the construction, acquisition,
25 or conversion of vessels as authorized by law, including

17

1 armor and armament therefor, plant equipment, appliances,
2 and machine tools, and installation thereof in public or pri-
3 vate plants; procurement of critical long leadtime compo-
4 nents and designs for vessels to be constructed or converted
5 in the future; and expansion of public and private plants,
6 including land necessary therefor, and such land, and interests
7 therein, may be acquired and construction prosecuted there-
8 on prior to approval of title by the Attorney General as
9 required by section 355, Revised Statutes, as amended;
10 ~~\$2,080,089,000~~ \$2,068,089,000, to remain available until
11 expended.

OTHER PROCUREMENT, NAVY

12
13 For procurement, production, and modernization of sup-
14 port equipment, and materials not otherwise provided for;
15 Navy ordnance and ammunition (except ordnance for new
16 aircraft, new ships, and ships authorized for conversion) ;
17 purchase of not to exceed one thousand six hundred and
18 thirteen passenger motor vehicles (including three medium
19 sedans at not to exceed \$3,000 each) for replacement only;
20 expansion of public and private plants, including the land
21 necessary therefor, and such lands, and interests therein may
22 be acquired, and construction prosecuted thereon prior to
23 approval of title by the Attorney General as required by
24 section 355, Revised Statutes, as amended; and procure-

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1 ment and installation of equipment, appliances, and
2 machine tools in public or private plants; \$1,175,231,000,
3 to remain available until expended.

4 PROCUREMENT, MARINE CORPS

5 For expenses necessary for the procurement, manufac-
6 ture, and modification of missiles, armament, ammunition,
7 military equipment, and vehicles for the Marine Corps, in-
8 cluding purchase of not to exceed three hundred and five
9 passenger motor vehicles (including three medium sedans at
10 not to exceed \$3,000 each) which shall be for replacement
11 only; \$201,960,000, to remain available until expended.

12 AIRCRAFT PROCUREMENT, AIR FORCE

13 For construction, procurement, and modification of air-
14 craft, and equipment, including armor and armament, spe-
15 cialized ground handling equipment, and training devices,
16 spare parts, and accessories therefor; specialized equipment;
17 expansion of public and private plants, Government-owned
18 equipment and installation thereof in such plants, erection of
19 structures, and acquisition of land without regard to section
20 9774 of title 10, United States Code, for the foregoing pur-
21 poses, and such land, and interests therein, may be acquired
22 and construction prosecuted thereon prior to the approval
23 of title by the Attorney General as required by section 355,
24 Revised Statutes, as amended; reserve plant and equipment
25 layaway; and other expenses necessary for the foregoing

1 purposes, including rents and transportation of things;
2 ~~\$3,328,900,000~~ ~~\$3,395,075,000~~, to remain available until
3 expended.

4 **MISSILE PROCUREMENT, AIR FORCE**

5 For construction, procurement, and modification of
6 missiles, rockets, and related equipment, including spare
7 parts and accessories therefor, ground handling equipment,
8 and training devices; expansion of public and private plants,
9 Government-owned equipment and installation thereof in
10 such plants, erection of structures, and acquisition of land
11 without regard to section 9774 of title 10, United States
12 Code, for the foregoing purposes, and such land, and interests
13 therein, may be acquired and construction prosecuted thereon
14 prior to the approval of title by the Attorney General as
15 required by section 355, Revised Statutes, as amended; re-
16 serve plant and equipment layaway; and other expenses
17 necessary for the foregoing purposes, including rents and
18 transportation of things; ~~\$2,129,490,000~~ ~~\$2,141,990,000~~, to
19 remain available until expended.

20 **OTHER PROCUREMENT, AIR FORCE**

21 For procurement and modification of equipment (in-
22 cluding ground guidance and electronic control equipment,
23 and ground electronic and communication equipment), and
24 supplies, materials, and spare parts therefor, not otherwise
25 provided for; the purchase of not to exceed two thousand

1 four hundred passenger motor vehicles, for replacement only
2 (including twelve medium sedans at not to exceed \$3,000
3 each) ; and expansion of public and private plants,
4 Government-owned equipment and installation thereof
5 in such plants, erection of structures, and acquisition
6 of land, without regard to section 9774 of title 10,
7 United States Code, for the foregoing purposes, and such
8 land, and interests therein, may be acquired and construc-
9 tion prosecuted thereon prior to the approval of title by the
10 Attorney General as required by section 355, Revised
11 Statutes, as amended; ~~\$874,299,000~~ \$878,299,000, to
12 remain available until expended.

13 PROCUREMENT, DEFENSE AGENCIES

14 For expenses of activities and agencies of the Depart-
15 ment of Defense (other than the military departments and
16 the Office of Civil Defense) necessary for procurement, pro-
17 duction, and modification of equipment, supplies, materials
18 and spare parts therefor not otherwise provided for; purchase
19 of sixty-six passenger motor vehicles of which fifty-nine shall
20 be for replacement only (including two medium sedans at
21 not to exceed \$3,000 each) ; expansion of public and private
22 plants, equipment and installation thereof in such plants,
23 erection of structures, and acquisition of land for the fore-
24 going purposes, and such land and interest therein may be
25 acquired and construction prosecuted thereon prior to the

1 approval of title by the Attorney General as required by
2 section 355, Revised Statutes, as amended; \$43,164,000, to
3 remain available until expended.

4 AIRCRAFT AND RELATED PROCUREMENT, NAVY

5 Appropriations available to the Department of Defense
6 for "Aircraft and Related Procurement, Navy," shall not be
7 available for obligation after June 30, 1963.

8 TITLE IV

9 RESEARCH, DEVELOPMENT, TEST, AND
10 EVALUATION

11 RESEARCH, DEVELOPMENT, TEST, AND EVALUATION,

12 ARMY

13 For expenses necessary for basic and applied scien-
14 tific research, development, test, and evaluation, including
15 maintenance, rehabilitation, lease, and operation of facilities
16 and equipment, as authorized by law; ~~\$1,363,141,000~~
17 \$1,391,141,000, to remain available until expended.

18 RESEARCH, DEVELOPMENT, TEST, AND EVALUATION,

19 NAVY

20 For expenses necessary for basic and applied scientific
21 research, development, test, and evaluation, including main-
22 tenance, rehabilitation, lease, and operation of facilities and
23 equipment, as authorized by law; \$1,525,713,000, to remain
24 available until expended.

1 RESEARCH, DEVELOPMENT, TEST, AND EVALUATION,
2 AIR FORCE

3 For expenses necessary for basic and applied scientific
4 research, development, test, and evaluation, including main-
5 tenance, rehabilitation, lease, and operation of facilities and
6 equipment, as authorized by law; ~~\$3,416,146,000~~ \$3,483,-
7 376,000, to remain available until expended: *Provided*, That
8 of the funds available for obligation in this appropriation
9 account \$125,000,000 shall be available only for the Dyna-
10 soar or Mach 3 Aircraft programs.

11 RESEARCH, DEVELOPMENT, TEST, AND EVALUATION,
12 DEFENSE AGENCIES

13 For expenses of activities and agencies of the Depart-
14 ment of Defense (other than the military departments and
15 the Office of Civil Defense), necessary for basic and applied
16 scientific research, development, test, and evaluation; ad-
17 vanced research projects as may be designated and deter-
18 mined by the Secretary of Defense, pursuant to law; main-
19 tenance, rehabilitation, lease, and operation of facilities and
20 equipment, as authorized by law, to remain available until
21 expended; \$434,000,000: *Provided*, That such amounts
22 as may be determined by the Secretary of Defense
23 to have been made available in other appropriations available
24 to the Department of Defense during the current fiscal

1 year for programs related to advanced research may
2 be transferred to and merged with this appropriation to be
3 available for the same purposes and time period: *Provided*
4 *further*, That such amounts of this appropriation as may be
5 determined by the Secretary of Defense may be transferred
6 to carry out the purposes of advanced research to those ap-
7 propriations for military functions under the Department of
8 Defense which are being utilized for related programs, to be
9 merged with and to be available for the same time period
10 as the appropriation to which transferred.

11 EMERGENCY FUND, DEFENSE

12 For transfer by the Secretary of Defense, with the ap-
13 proval of the Bureau of the Budget, to any appropriation for
14 military functions under the Department of Defense avail-
15 able for research, development, test, and evaluation, or pro-
16 curement or production related thereto, to be merged with
17 and to be available for the same purposes, and for the same
18 time period, as the appropriation to which transferred;
19 \$150,000,000, and, in addition, not to exceed \$150,000,000,
20 to be used upon determination by the Secretary of Defense
21 that such funds can be wisely, profitably, and practically
22 used in the interest of national defense and to be derived by
23 transfer from such appropriations available to the Depart-
24 ment of Defense for obligation during the current fiscal year

1 as the Secretary of Defense may designate: *Provided*, That
2 any appropriations transferred shall not exceed 7 per centum
3 of the appropriation from which transferred.

4 TITLE V

5 GENERAL PROVISIONS

6 SEC. 501. During the current fiscal year, the Secretary
7 of Defense and the Secretaries of the Army, Navy, and Air
8 Force, respectively, if they should deem it advantageous to
9 the national defense, and if in their opinions the existing
10 facilities of the Department of Defense are inadequate, are
11 authorized to procure services in accordance with section 15
12 of the Act of August 2, 1946 (5 U.S.C. 55a), under regula-
13 tions prescribed by the Secretary of Defense, and to pay in
14 connection therewith travel expenses of individuals, includ-
15 ing actual transportation and per diem in lieu of subsistence
16 while traveling from their homes or places of business to
17 official duty station and return as may be authorized by law:
18 *Provided*, That such contracts may be renewed annually.

19 SEC. 502. During the current fiscal year, provisions of
20 law prohibiting the payment of compensation to, or employ-
21 ment of, any person not a citizen of the United States shall
22 not apply to personnel of the Department of Defense.

23 SEC. 503. Appropriations contained in this Act shall be
24 available for insurance of official motor vehicles in foreign
25 countries, when required by laws of such countries; pay-

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1 ments in advance of expenses determined by the investigat-
2 ing officer to be necessary and in accord with local custom
3 for conducting investigations in foreign countries incident to
4 matters relating to the activities of the department con-
5 cerned; reimbursement of General Services Administration
6 for security guard services for protection of confidential files;
7 reimbursement of the Federal Bureau of Investigation for ex-
8 penses in connection with investigation of defense contractor
9 personnel; and all necessary expenses, at the seat of govern-
10 ment of the United States of America or elsewhere, in con-
11 nection with communication and other services and supplies
12 as may be necessary to carry out the purposes of this Act:
13 *Provided*, That no appropriation contained in this Act, and
14 no funds available from prior appropriations to component
15 departments and agencies of the Department of Defense,
16 shall be used to pay tuition or to make other payments to
17 educational institutions in connection with the instruction
18 or training of file clerks, stenographers, and typists receiv-
19 ing, or prospective file clerks, stenographers, and typists
20 who will receive compensation at a rate below the minimum
21 rate of pay for positions allocated to grade GS-5 under the
22 Classification Act of 1949, as amended.

23 SEC. 504. Any appropriation available to the Army,
24 Navy, or the Air Force may, under such regulations as the
25 Secretary concerned may prescribe, be used for expenses

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1 incident to the maintenance, pay, and allowances of prisoners
2 of war, other persons in Army, Navy, or Air Force custody
3 whose status is determined by the Secretary concerned to
4 be similar to prisoners of war, and persons detained in such
5 custody pursuant to Presidential proclamation.

6 SEC. 505. Appropriations available to the Department
7 of Defense for the current fiscal year for maintenance or con-
8 struction shall be available for acquisition of land as author-
9 ized by section 2672 of title 10, United States Code.

10 SEC. 506. Appropriations for the Department of De-
11 fense for the current fiscal year shall be available, (a) except
12 as authorized by the Act of September 30, 1950 (20 U.S.C.
13 236-244), for primary and secondary schooling for minor
14 dependents of military and civilian personnel of the Depart-
15 ment of Defense residing on military or naval installations
16 or stationed in foreign countries, as authorized for the Navy
17 by section 7204 of title 10, United States Code, in amounts
18 not exceeding an average of \$285 per student, when
19 the Secretary of the Department concerned finds that
20 schools, if any, available in the locality, are unable to pro-
21 vide adequately for the education of such dependents; (b)
22 for expenses in connection with administration of occupied
23 areas; (c) for payment of rewards as authorized for the
24 Navy by section 7209 (a) of title 10, United States Code,
25 for information leading to the discovery of missing naval

1 property or the recovery thereof; (d) for payment of
2 deficiency judgments and interests thereon arising out of
3 condemnation proceedings; (e) for payment of rentals for
4 special purpose space at the seat of government and, in
5 administering the provisions of 43 U.S.C. 315q, rentals may
6 be paid in advance.

7 SEC. 507. Appropriations for the Department of De-
8 fense for the current fiscal year shall be available for: (a)
9 donations of not to exceed \$25 to each prisoner upon each
10 release from confinement in military or contract prison and
11 to each person discharged for fraudulent enlistment; (b)
12 authorized issues of articles to prisoners, applicants for en-
13 listment and persons in military custody; (c) subsistence
14 of selective service registrants called for induction, applicants
15 for enlistment, prisoners, civilian employees as authorized by
16 law, and supernumeraries when necessitated by emergent
17 military circumstances; (d) reimbursement for subsistence of
18 enlisted personnel while sick in hospitals; (e) expenses of
19 prisoners confined in nonmilitary facilities; (f) military
20 courts, boards, and commissions; (g) utility services for
21 buildings erected at private cost, as authorized by law, and
22 buildings on military reservations authorized by regulations
23 to be used for welfare and recreational purposes; (h) ex-
24 change fees, and losses in the accounts of disbursing officers
25 or agents in accordance with law; (i) expenses of Latin-

1 American cooperation as authorized for the Navy by law
2 (10 U.S.C. 7208) ; and (j) expenses of apprehension
3 and delivery of deserters, prisoners, and members absent
4 without leave, including payment of rewards of not to
5 exceed \$25 in any one case: *Provided*, That section 212 of
6 the Act of June 30, 1932 (5 U.S.C. 59a), shall not apply
7 to retired military personnel on duty at the United States
8 Soldiers' Home.

9 SEC. 508. Insofar as practicable, the Secretary of De-
10 fense shall assist American small business to participate
11 equitably in the furnishing of commodities and services
12 financed with funds appropriated under this Act by making
13 available or causing to be made available to suppliers in
14 the United States, and particularly to small independent
15 enterprises, information, as far in advance as possible, with
16 respect to purchases proposed to be financed with funds ap-
17 propriated under this Act, and by making available or caus-
18 ing to be made available to purchasing and contracting
19 agencies of the Department of Defense information as to
20 commodities and services produced and furnished by small
21 independent enterprises in the United States, and by other-
22 wise helping to give small business an opportunity to
23 participate in the furnishing of commodities and services
24 financed with funds appropriated by this Act.

25 SEC. 509. No appropriation contained in this Act shall

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1 be available for expenses of operation of messes (other than
2 organized messes the operating expenses of which are
3 financed principally from nonappropriated funds) at which
4 meals are sold to officers or civilians except under regula-
5 tions approved by the Secretary of Defense, which shall
6 (except under unusual or extraordinary circumstances)
7 establish rates for such meals sufficient to provide reimburse-
8 ment of operating expenses and food costs to the appropria-
9 tions concerned: *Provided*, That officers and civilians in a
10 travel status receiving a per diem allowance in lieu of sub-
11 sistence shall be charged at the rate of not less than \$2.50
12 per day: *Provided further*, That for the purposes of this
13 section payments for meals at the rates established hereunder
14 may be made in cash or by deductions from the pay of
15 civilian employees: *Provided further*, That members of
16 organized nonprofit youth groups sponsored at either the
17 national or local level, when extended the privilege of visit-
18 ing a military installation and permitted to eat in the gen-
19 eral mess by the commanding officer of the installation, shall
20 pay the commuted ration cost of such meal or meals.

21 SEC. 510. No part of any appropriation contained in
22 this Act shall be available until expended unless expressly
23 so provided elsewhere in this or some other appropriation
24 Act.

25 SEC. 511. Appropriations of the Department of Defense

1 available for operation and maintenance, may be reimbursed
2 during the current fiscal year for all expenses involved in the
3 preparation for disposal and for the disposal of military sup-
4 plies, equipment, and materiel, and for all expenses of pro-
5 duction of lumber or timber products pursuant to section
6 2665 of title 10, United States Code, from amounts received
7 as proceeds from the sale of any such property: *Provided*,
8 That a report of receipts and disbursements under this limi-
9 tation shall be made quarterly to the Committees on Appro-
10 priations of the Congress: *Provided further*, That no funds
11 available to agencies of the Department of Defense shall be
12 used for the operation, acquisition, or construction of new
13 facilities or equipment for new facilities in the continental
14 limits of the United States for metal scrap baling or shearing
15 or for melting or sweating aluminum scrap unless the Secre-
16 tary of Defense or an Assistant Secretary of Defense desig-
17 nated by him determines, with respect to each facility
18 involved, that the operation of such facility is in the national
19 interest.

20 SEC. 512. (a) During the current fiscal year, the
21 President may exempt appropriations, funds, and contract
22 authorizations, available for military functions under the
23 Department of Defense, from the provisions of subsection (c)
24 of section 3679 of the Revised Statutes, as amended, when-

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1 ever he deems such action to be necessary in the interests of
2 national defense.

3 (b) Upon determination by the President that such
4 action is necessary, the Secretary of Defense is authorized
5 to provide for the cost of an airborne alert as an excepted
6 expense in accordance with the provisions of Revised
7 Statutes 3732 (41 U.S.C. 11).

8 (c) Upon determination by the President that it is
9 necessary to increase the number of military personnel on
10 active duty beyond the number for which funds are provided
11 in this Act, the Secretary of Defense is authorized to provide
12 for the cost of such increased military personnel, as an
13 excepted expense in accordance with the provisions of Re-
14 vised Statutes 3732 (41 U.S.C. 11).

15 SEC. 513. No appropriation contained in this Act shall
16 be available in connection with the operation of commissary
17 stores of the agencies of the Department of Defense for the
18 cost of purchase (including commercial transportation in the
19 United States to the place of sale but excluding all transpor-
20 tation outside the United States) and maintenance of operat-
21 ing equipment and supplies, and for the actual or estimated
22 cost of utilities as may be furnished by the Government and
23 of shrinkage, spoilage, and pilferage of merchandise under
24 the control of such commissary stores, except as authorized

1 under regulations promulgated by the Secretaries of the mili-
2 tary departments concerned, with the approval of the Secre-
3 tary of Defense, which regulations shall provide for reim-
4 bursement therefor to the appropriations concerned and, not-
5 withstanding any other provision of law, shall provide for the
6 adjustment of the sales prices in such commissary stores to
7 the extent necessary to furnish sufficient gross revenue from
8 sales of commissary stores to make such reimbursement:
9 *Provided*, That under such regulations as may be issued pur-
10 suant to this section all utilities may be furnished without
11 cost to the commissary stores outside the continental United
12 States and in Alaska: *Provided further*, That no appropria-
13 tion contained in this Act shall be available in connection
14 with the operation of commissary stores within the continen-
15 tal United States unless the Secretary of Defense has certi-
16 fied that items normally procured from commissary stores
17 are not otherwise available at a reasonable distance and a
18 reasonable price in satisfactory quality and quantity to the
19 military and civilian employees of the Department of De-
20 fense.

21 SEC. 514. Notwithstanding any other provision of law,
22 Executive order, or regulation, no part of the appropriations
23 in this Act shall be available for any expenses of operating
24 aircraft under the jurisdiction of the Armed Forces for the
25 purpose of proficiency flying except in accordance with the

1 regulations issued by the Secretaries of the Departments
2 concerned and approved by the Secretary of Defense which
3 shall establish proficiency standards and maximum and
4 minimum flying hours for this purpose: *Provided, That*
5 without regard to any provision of law or Executive order
6 prescribing minimum flight requirements, such regulations
7 may provide for the payment of flight pay at the rates pre-
8 scribed in section 301 of title 37, United States Code, to
9 certain members of the Armed Forces otherwise entitled
10 to receive flight pay during the current fiscal year (1)
11 who have held aeronautical ratings or designations for
12 not less than fifteen years, or (2) whose particular assign-
13 ment outside the United States or in Alaska makes it
14 impractical to participate in regular aerial flights.

15 SEC. 515. No part of any appropriation contained in this
16 Act shall be available for expense of transportation, packing,
17 crating, temporary storage, drayage, and unpacking of house-
18 hold goods and personal effects in excess of eleven thousand
19 pounds net in any one shipment: *Provided, That* the limita-
20 tions imposed herein shall not be applicable in the case of
21 members transferred to or serving in stations outside the
22 continental United States or in Alaska under orders relieving
23 them from a duty station within the United States prior to
24 July 10, 1952, and who are returned to the United States

1 under orders relieving them from a duty station beyond the
2 United States or in Alaska on or after July 1, 1953.

3 SEC. 516. Vessels under the jurisdiction of the Depart-
4 ment of Commerce, the Department of the Army, the De-
5 partment of the Air Force, or the Department of the Navy
6 may be transferred or otherwise made available without
7 reimbursement to any such agencies upon the request of
8 the head of one agency and the approval of the agency
9 having jurisdiction of the vessels concerned.

10 SEC. 517. None of the funds provided in this Act shall
11 be available for training in any legal profession nor
12 for the payment of tuition for training in such profession:
13 *Provided*, That this limitation shall not apply to the off-duty
14 training of military personnel as prescribed by section 521
15 of this Act.

16 SEC. 518. Not more than 20 per centum of the
17 appropriations in this Act which are limited for obligation
18 during the current fiscal year shall be obligated during the
19 last two months of the fiscal year: *Provided*, That this sec-
20 tion shall not apply to obligations for support of active duty
21 training of civilian components or summer camp training of
22 the Reserve Officers' Training Corps.

23 SEC. 519. During the current fiscal year the agen-
24 cies of the Department of Defense may accept the use
25 of real property from foreign countries for the United States

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1 in accordance with mutual defense agreements or occupa-
2 tional arrangements and may accept services furnished by
3 foreign countries as reciprocal international courtesies or as
4 services customarily made available without charge; and
5 such agencies may use the same for the support of the United
6 States forces in such areas without specific appropriation
7 therefor.

8 In addition to the foregoing, agencies of the Depart-
9 ment of Defense may accept real property, services, and
10 commodities from foreign countries for the use of the United
11 States in accordance with mutual defense agreements or
12 occupational arrangements and such agencies may use the
13 same for the support of the United States forces in such
14 areas, without specific appropriation therefor: *Provided,*
15 That within thirty days after the end of each quarter the
16 Secretary of Defense shall render to the Committees on
17 Appropriations of the Senate and the House of Representa-
18 tives and to the Bureau of the Budget a full report of such
19 property, supplies, and commodities received during such
20 quarter.

21 SEC. 520. During the current fiscal year, appro-
22 priations available to the Department of Defense for research
23 and development may be used for the purposes of section
24 2353 of title 10, United States Code, and for purposes related
25 to research and development for which expenditures are

1 specifically authorized in other appropriations of the service
2 concerned.

3 SEC. 521. No appropriation contained in this Act shall
4 be available for the payment of more than 75 per centum
5 of charges of educational institutions for tuition or expenses
6 for off-duty training of military personnel, nor for the
7 payment of any part of tuition or expenses for such train-
8 ing for commissioned personnel who do not agree to remain
9 on active duty for two years after completion of such
10 training.

11 SEC. 522. No part of the funds appropriated herein
12 shall be expended for the support of any formally enrolled
13 student in basic courses of the senior division, Reserve
14 Officers' Training Corps, who has not executed a certificate
15 of loyalty or loyalty oath in such form as shall be prescribed
16 by the Secretary of Defense.

17 SEC. 523. No part of any appropriation contained
18 in this Act shall be available for the procurement of any
19 article of food, clothing, cotton, woven silk and woven
20 silk blends, spun silk yarn for cartridge cloth, or wool
21 (whether in the form of fiber or yarn or contained in fabrics,
22 materials, or manufactured articles) not grown, reprocessed,
23 reused, or produced in the United States or its possessions,
24 except to the extent that the Secretary of the Department
25 concerned shall determine that a satisfactory quality and suf-

1 ficient quantity of any articles of food or clothing or any form
2 of cotton, woven silk and woven silk blends, spun silk yarn
3 for cartridge cloth, or wool grown, reprocessed, reused, or
4 produced in the United States or its possessions cannot be
5 procured as and when needed at United States market prices
6 and except procurements outside the United States in sup-
7 port of combat operations, procurements by vessels in foreign
8 waters and emergency procurements or procurements of per-
9 ishable foods by establishments located outside the United
10 States for the personnel attached thereto: *Provided, That*
11 nothing herein shall preclude the procurement of foods man-
12 ufactured or processed in the United States or its possessions:
13 *Provided further, That* no funds herein appropriated shall be
14 used for the payment of a price differential on contracts here-
15 after made for the purpose of relieving economic dislocations:
16 *Provided further, That* none of the funds appropriated in
17 this Act shall be used except that, so far as practicable, all
18 contracts shall be awarded on a formally advertised competi-
19 tive bid basis to the lowest responsible bidder.

20 SEC. 524. None of the funds appropriated in this
21 Act shall be used for the construction, replacement, or re-
22 activation of any bakery, laundry, or dry-cleaning facility in
23 the United States, its Territories or possessions, as to which
24 the Secretary of Defense does not certify in writing, giving
25 his reasons therefor, that the services to be furnished by such

1 facilities are not obtainable from commercial sources at rea-
2 sonable rates.

3 SEC. 525. During the current fiscal year, appropria-
4 tions of the Department of Defense shall be available for
5 reimbursement to the Post Office Department for payment of
6 costs of commercial air transportation of military mail be-
7 tween the United States and foreign countries.

8 SEC. 526. Appropriations contained in this Act shall
9 be available for the purchase of household furnishings
10 and automobiles from military and civilian personnel on duty
11 outside the continental United States, for the purpose of re-
12 sale at cost to incoming personnel, and for providing furnish-
13 ings, without charge, in other than public quarters occupied
14 by military or civilian personnel of the Department of De-
15 fense on duty outside the continental United States or in
16 Alaska, upon a determination, under regulations approved
17 by the Secretary of Defense, that such action is advantageous
18 to the Government.

19 SEC. 527. During the current fiscal year appropriations
20 available to the Department of Defense for pay of civilian
21 employees shall be available for uniforms, or allowances
22 therefor, as authorized by the Act of September 1, 1954, as
23 amended (5 U.S.C. 2131).

24 SEC. 528. During the current fiscal year, the Secretary
25 of Defense shall, upon requisition of the National Board

1 for the Promotion of Rifle Practice, and without reim-
2 bursement, transfer from agencies of the Department of
3 Defense to the Board ammunition from stock or which has
4 been procured for the purpose in such amounts as he may
5 determine.

6 Such appropriations of the Department of Defense avail-
7 able for obligation during the current fiscal year as may be
8 designated by the Secretary of Defense shall be available for
9 the travel expenses of military and naval personnel, includ-
10 ing the reserve components, and members of the Reserve
11 Officers' Training Corps attending regional, national, or
12 international rifle matches.

13 SEC. 529. Funds provided in this Act for congressional
14 liaison activities of the Department of the Army, the
15 Department of the Navy, the Department of the Air
16 Force, and the Office of the Secretary of Defense shall not
17 exceed \$950,000: *Provided*, That this amount shall be avail-
18 able for apportionment to the Department of the Army, the
19 Department of the Navy, the Department of the Air Force,
20 and the Office of the Secretary of Defense as determined by
21 the Secretary of Defense.

22 SEC. 530. Of the funds made available by this
23 Act for the services of the Military Air Transport Service,
24 \$80,000,000 shall be available only for procurement of
25 commercial air transportation service from carriers partic-

1 ipating in the civil reserve air fleet program; and the Sec-
2 retary of Defense shall utilize the services of such carriers
3 which qualify as small businesses to the fullest extent found
4 practicable: *Provided*, That the Secretary of Defense shall
5 specify in such procurement, performance characteristics for
6 aircraft to be used based upon modern aircraft operated by
7 the civil air fleet.

8 SEC. 531. Not to exceed \$11,800,000 of the
9 funds made available in this Act for the purpose
10 shall be available for the hire of motor vehicles: *Pro-*
11 *vided*, That the Secretary of Defense, under circum-
12 stances where the immediate movement of persons is im-
13 perative, may, if he deems it to be in the national interest,
14 hire motor vehicles for such purpose without regard to this
15 limitation.

16 SEC. 532. Not less than \$7,500,000 of the funds
17 made available in this Act for travel expenses in connec-
18 tion with temporary duty and permanent change of station
19 of civilian and military personnel of the Department of De-
20 fense shall be available only for the procurement of commer-
21 cial passenger sea transportation service on American-flag
22 vessels.

23 SEC. 533. During the current fiscal year, appro-
24 priations available to the Department of Defense for opera-
25 tion may be used for civilian clothing, not to exceed \$40 in

1 cost for enlisted personnel: (1) discharged for misconduct,
2 unfitness, unsuitability, or otherwise than honorably; (2)
3 sentenced by a civil court to confinement in a civil prison
4 or interned or discharged as an alien enemy; (3) discharged
5 prior to completion of recruit training under honorable condi-
6 tions for dependency, hardship, minority, disability, or for
7 the convenience of the Government.

8 SEC. 534. No part of the funds appropriated herein
9 shall be available for paying the costs of advertising
10 by any defense contractor, except advertising for which pay-
11 ment is made from profits, and such advertising shall not
12 be considered a part of any defense contract cost. The pro-
13 hibition contained in this section shall not apply with respect
14 to advertising conducted by any such contractor, in compli-
15 ance with regulations which shall be promulgated by the
16 Secretary of Defense, solely for (1) the recruitment by that
17 contractor of personnel required for the performance by the
18 contractor of obligations arising under a defense contract,
19 (2) the procurement of scarce items required by the con-
20 tractor for the performance of a defense contract, or (3)
21 the disposal of scrap or surplus materials acquired by the
22 contractor in the performance of a defense contract.

23 SEC. 535. Funds appropriated in this Act for main-
24 tenance and repair of facilities and installations shall not
25 be available for acquisition of new facilities, or alteration,

1 expansion, extension, or addition of existing facilities, as
2 defined in Department of Defense Directive 7040.2, dated
3 January 18, 1961, in excess of \$25,000: *Provided*, That the
4 Secretary of Defense may amend or change the said directive
5 during the current fiscal year, consistent with the purpose of
6 this section.

7 SEC. 536. During the current fiscal year, the Sec-
8 retary of Defense may, if he deems it vital to the security
9 of the United States and in the national interest to further
10 improve the readiness of the Armed Forces, including the
11 reserve components, transfer under the authority and terms
12 of the Emergency Fund an additional \$200,000,000:
13 *Provided*, That the transfer authority made available under
14 the terms of the Emergency Fund appropriation contained
15 in this Act is hereby broadened to meet the requirements of
16 this section: *Provided further*, That the Secretary of Defense
17 shall notify the Appropriations Committees of the Congress
18 promptly of all transfers made pursuant to this authority.

19 SEC. 537. None of the funds appropriated in this
20 Act may be used to make payments under contracts
21 for any program, project, or activity in a foreign country
22 unless the Secretary of Defense or his designee, after con-
23 sultation with the Secretary of the Treasury or his designee,
24 certifies to the Congress that the use, by purchase from the

1 Treasury, of currencies of such country acquired pursuant to
2 law is not feasible for the purpose, stating the reason therefor.

3 SEC. 538. None of the funds provided herein shall be
4 used to pay any recipient of a grant for the conduct of a
5 research project an amount for indirect expenses in connec-
6 tion with such project in excess of ~~25~~ 20 per centum of the
7 direct costs.

8 ~~SEC. 539. Of the funds made available in this Act for~~
9 ~~repair, alteration, and conversion of naval vessels, not to~~
10 ~~exceed \$352,752,400 shall be available for such repair, alter-~~
11 ~~ation, and conversion in privately owned shipyards.~~

12 *SEC. 539. Of the funds made available in this Act for*
13 *repair, alteration, and conversion of naval vessels, at least*
14 *35 per centum shall be available for such repair, alteration,*
15 *and conversion in privately owned shipyards: Provided,*
16 *That if determined by the Secretary of Defense to be incon-*
17 *sistent with the public interest based on urgency of require-*
18 *ment to have such vessels repaired, altered, or converted as*
19 *required above, such work may be done in Navy or private*
20 *shipyards as he may direct.*

21 SEC. 540. No part of the funds appropriated by this
22 Act shall be used to conduct or assist in conducting any
23 program (including but not limited to the payment of
24 salaries, administrative expenses, and the conduct of research

1 activities) related directly or indirectly to the establishment
2 of a national service corps or similar domestic peace corps
3 type of program.

4 SEC. 541. This Act may be cited as the "Department of
5 Defense Appropriation Act, 1964."

Passed the House of Representatives June 26, 1963.

Attest: RALPH R. ROBERTS,
Clerk.

Calendar No. 481

88TH CONGRESS
1ST SESSION

H. R. 7179

[Report No. 502]

AN ACT

Making appropriations for the Department of
Defense for the fiscal year ending June 30,
1964, and for other purposes.

JUNE 27, 1963

Read twice and referred to the Committee on
Appropriations

SEPTEMBER 17, 1963

Reported with amendments